H. R. 152

To amend the Internal Revenue Code of 1986 to exclude from gross income payments made under Federal Government programs for the repayment of student loans of members of the Armed Forces of the United States.

IN THE HOUSE OF REPRESENTATIVES

January 3, 2001

Mr. Pitts (for himself, Mr. McGovern, Mr. Conyers, Mr. Bartlett of Maryland, and Mr. Hansen) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

- To amend the Internal Revenue Code of 1986 to exclude from gross income payments made under Federal Government programs for the repayment of student loans of members of the Armed Forces of the United States.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - 4 This Act may be cited as the "Armed Services Edu-
 - 5 cational Relief Act".

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1	SEC. 2. EXCLUSION FROM GROSS INCOME FOR DEPART-
2	MENT OF DEFENSE PAYMENTS ON STUDENT
3	LOANS OF MEMBERS OF THE ARMED FORCES.
4	(a) In General.—Part III of subchapter B of chap-
5	ter 1 of the Internal Revenue Code of 1986 (relating to
6	items specifically excluded from gross income) is amended
7	by redesignating section 139 as section 139A and by in-
8	serting after section 138 the following new section:
9	"SEC. 139. CERTAIN PAYMENTS ON STUDENT LOANS OF
10	MEMBERS OF ARMED FORCES.
11	"Gross income shall not include any education loan
12	repayment made by the Federal Government on behalf of
13	a member of the Armed Forces of the United States.
14	(b) Clerical Amendment.—The table of sections
15	for such part III is amended by striking the last item and
16	inserting the following new items:
	"Sec. 139. Certain payments on student loans of members of Armed Forces. "Sec. 139A. Cross references to other Acts.".
17	(c) Effective Date.—The amendments made by
18	this section shall apply to payments in taxable years end-

1 18 this section shall apply to payments in taxable years end-

19 ing after the date of the enactment of this Act.

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